House Bill 465

By: Representatives Parsons of the 44th, Drenner of the 85th, and Smith of the 70th

## A BILL TO BE ENTITLED AN ACT

- 1 To amend Title 46 of the Official Code of Georgia Annotated, relating to public utilities and
- 2 public transportation, so as to enact the "Georgia Water Customer Bill of Rights Act"; to
- 3 provide for legislative intent; to provide for definitions; to provide for customer service
- 4 standards and disclosures; to provide for requirements regarding billing and other mistakes
- 5 and errors; to provide for refunds and credits; to provide for administrative and civil
- 6 remedies; to provide for related matters; to repeal conflicting laws; and for other purposes.

## 7 BE IT ENACTED BY THE GENERAL ASSEMBLY OF GEORGIA:

8 SECTION 1.

- 9 Title 46 of the Official Code of Georgia Annotated, relating to public utilities and public
- 10 transportation, is amended by revising Chapter 10, which was previously reserved, as
- 11 follows:
- 12 "CHAPTER 10
- 13 46-10-1.
- 14 This chapter shall be known and may be cited as the 'Georgia Water Customer Bill of
- 15 <u>Rights Act.'</u> Reserved.
- 16 <u>46-10-2.</u>
- 17 The General Assembly finds that it is in the public interest to provide a water and sewer
- customer bill of rights to ensure that customers receive water and sewer services on
- 19 reasonable terms and at reasonable prices from community water systems. The intent of
- 20 <u>this chapter is to ensure that all customers of water and sewer services:</u>
- 21 (1) Have access to reliable, safe, and affordable water service, including high-quality
- customer service;

23 (2) Have the right to receive information about community water systems' services,

- 24 plans, terms and conditions, and rights and remedies. Such information shall be
- 25 <u>unbiased, accurate, and understandable in a written form that facilitates comprehension</u>
- 26 <u>of prices and terms of service;</u>
- 27 (3) Receive the benefits of new services, technological advancements, improved
- 28 <u>efficiency</u>, and competitive prices;
- 29 (4) Enjoy the protection of reasonable and uniformly applied standards that protect
- 30 <u>customers in matters involving deposit and credit requirements, service denials, and</u>
- 31 <u>service terminations</u>;
- 32 (5) Are protected from unfair, deceptive, fraudulent, and unreasonable practices and
- from deceptive information regarding billing terms and conditions of service;
- 34 (6) Receive accurate and timely bills;
- 35 (7) Are protected from price increases resulting from inequitable price shifting; and
- 36 (8) Have the right to a fair and efficient process for resolving disputes with community
- 37 <u>water systems.</u>
- 38 <u>46-10-3.</u>
- 39 As used in this chapter, the term:
- 40 (1) 'Bill' means any bill, invoice, or other request for payment issued by a community
- 41 <u>water system to a customer.</u>
- 42 (2) 'Community water system' means a public or private system:
- 43 (A) That provides water for human consumption through pipes or other constructed
- 44 <u>conveyances, where such system has at least 15 service connections or regularly serves</u>
- 45 <u>at least 25 customers. Such term shall include collection, pretreatment, treatment,</u>
- storage, and distribution facilities under the control of the operator of such system and
- 47 used primarily in connection with such system; or
- 48 (B) Composed of pipes or other constructed sewerage for the collection and processing
- of sewage that has at least 15 service connections or regularly serves at least 25
- 50 <u>customers.</u> Such term shall include collection, pretreatment, treatment, storage, and
- distribution facilities under the control of the operator of such system and used
- 52 primarily in connection with such system.
- 53 (3) 'Customer' means an individual, corporation, partnership, limited partnership, limited
- 54 <u>liability company, or other business entity that pays for and receives water service, sewer</u>
- 55 <u>service, or both water service and sewer service from a community water system.</u>
- 56 (4) 'Public community water system' means a community water system owned and
- 57 <u>operated by a municipality, county, consolidated government, or public authority.</u>

58 (5) 'Reasonable payment arrangement' means a payment plan offered by a community

- 59 water system that allows a customer to pay past due amounts or currently due amounts,
- or both, over an extended period of time that would not ordinarily be available to the
- 61 <u>customer under its agreement with the community water system.</u>
- 62 <u>46-10-4.</u>
- 63 (a) A community water system shall:
- 64 (1) Allow all customers to rescind without penalty any service agreement entered into
- 65 with such community water system within three days of the customer entering into the
- 66 <u>agreement;</u>
- 67 (2) Allow customers to terminate service agreements as provided for in such agreements
- in writing or electronically by contacting the community water system;
- 69 (3) Not provide to customers any bills with amounts due based on estimates more than
- 70 <u>twice in any 12 month period;</u>
- 71 (4) Not bill any estimated amount in an amount exceeding the customer's average bill
- amount for the prior 12 months;
- 73 (5) Accept cash payments for bills;
- 74 (6) Issue bills within 30 days of meter readings where applicable or otherwise at least
- 75 quarterly;
- 76 (7) Not impose any security deposit in excess of \$150.00 for single-family residential
- 77 <u>customers or in excess of the average billing amount for two months for all other</u>
- 78 <u>customers; and</u>
- 79 (8) Not impose any late fee, fee for cancellation, or other punitive fee or penalty in
- 80 excess of 15 percent of any past due balance 20 days after such balance is due.
- 81 (b) In addition to the protections afforded by Code Section 36-60-17 and except as may
- 82 <u>be necessitated by repairs, a community water system shall not disconnect service to a</u>
- 83 <u>customer unless such customer fails to pay for service from the community water system</u>
- and shall not disconnect a customer's service for nonpayment of a bill that was not sent to
- 85 <u>the customer in a timely manner as required by paragraph (6) of subsection (a) of this Code</u>
- 86 <u>section.</u>
- 87 (c) Upon a customer's request, a community water system shall offer at least one
- 88 reasonable payment arrangement in writing to a customer prior to disconnecting such
- 89 <u>customer's service due to a failure to make payment on a bill.</u>
- 90 (d) A community water system shall not terminate service to a customer less than 15 days
- 91 <u>after providing written notice to the customer that service will be terminated.</u>

92 (e) Notwithstanding subsection (b) of this Code section, a community water system shall

- 93 not disconnect service to a customer residing in a residential structure under the following
- 94 <u>circumstances:</u>
- 95 (1) When the National Weather Service forecasts that the temperature for the county in
- 96 which the customer is located will drop below 32 degrees Fahrenheit for a 24 hour period
- 97 <u>beginning at 8:00 A.M. on the date of the scheduled disconnection;</u>
- 98 (2) When, prior to 8:00 A.M. on the date of the scheduled disconnection, a National
- 99 Weather Service Heat Advisory or Excessive Heat Warning is in effect or is forecast to
- be in effect by the National Weather Service for the county in which the customer is
- 101 <u>located; and</u>
- 102 (3) When the customer is suffering from a serious illness that would be adversely
- affected by the disconnection and the customer provides the community water system
- prior written notice of the illness, including a written statement of a licensed physician.
- (f) Public community water systems shall not have a lien against property served for any
- delinquent charges for water or sewer services.
- 107 <u>46-10-5.</u>
- 108 (a) Each community water system shall provide to its customers upon request and shall
- maintain on a publicly accessible website or otherwise make publicly available the
- 110 <u>following information:</u>
- 111 (1) The process by which rates are determined;
- 112 (2) The billing interval or intervals utilized by the community water system;
- 113 (3) The amount of all fees, including fees for delinquent payments, cancellation of
- service, and reconnecting to the system, charged by the community water system in
- addition to service rates;
- (4) Contact information including, at a minimum, the addresses of all offices of the
- community water system, a website, a phone number during business hours, and a phone
- number during nonbusiness hours;
- (5) Notice of the customer's right to rescind any service agreement entered into with a
- community water system within three days of the customer entering into the agreement;
- (6) Notice of the customer's right to receive from the community water system notice of
- termination of service at least 15 days prior to such termination; and
- 123 (7) A statement that customer security deposits shall not exceed the amount set forth in
- paragraph (7) of subsection (a) of Code Section 46-10-4.
- (b) All bills issued by a community water system to a customer for services rendered shall
- include, at a minimum, the following information:
- 127 (1) The customer's name, billing address, service address, and account number;

128 (2) Dates of service for which the customer is being charged, an itemization of all

- charges, and the due date for payment;
- 130 (3) Beginning and ending meter reading data and rates; and
- (4) An explanation of any codes and abbreviations used.
- 132 <u>46-10-6.</u>
- (a) A community water system that becomes aware by any means of an error in billing for
- services or any other error or mistake on the part of such system shall correct the error or
- mistake within 30 days of becoming aware of such error or mistake. Upon a failure of a
- community water system to so correct an error or mistake and upon the filing of an action
- by a customer pursuant to Code Section 46-10-7, the community water system shall have
- the burden of proving by clear and convincing evidence that the community water system
- did not act with gross negligence. During any time period in which an appeal or action is
- pending pursuant to Code Section 46-10-7, the community water system shall not impose
- 141 <u>a late fee or penalty on any disputed amount nor initiate any action to terminate the</u>
- customer's service or collect on any past due balance, if the disputed amount constitutes the
- total amount of the past due balance.
- 144 (b) In the event that a billing error results in an overpayment by a customer, the
- community water system shall within 30 days of becoming aware of the error provide to
- the customer either:
- (1) A credit to the customer's account equal to the amount of the overpayment by the
- 148 <u>customer; or</u>
- (2) A cash refund to the customer equal to the amount of the overpayment by the
- customer.
- (c) A community water system shall not require a customer to which it owes a credit or
- refund pursuant to subsection (b) of this Code section to submit a written request for such
- credit or refund as a precondition to the community water system complying with the
- provisions of subsection (b) of this Code section.
- 155 <u>46-10-7.</u>
- 156 (a) Except as otherwise provided in subsection (c) of this Code section, a customer shall
- be authorized to bring an action for a declaratory judgment, civil damages, or punitive
- damages in the superior court of the county in which any portion of the community water
- 159 <u>system is located in order for such court to determine whether the community water system</u>
- has failed to comply with any of the requirements provided in this chapter. Such action
- shall be brought within the calendar year immediately following the calendar year in which
- the alleged failure to comply occurs. If the court determines that the community water

163 system failed to comply with the requirements provided in this chapter, such court shall be authorized to enter an order requiring the community water system to remedy such failure 164 165 within a time period determined by the court and to award any reasonable damages 166 incurred by the customer as a result of such failure. In the event of a showing of gross 167 negligence on the part of the community water system, the court may award the customer 168 court costs, attorney fees, and punitive damages not to exceed \$500.00 per action filed. No 169 action filed pursuant to this subsection shall be filed as a class action. 170 (b) A community water system that is served during any calendar year with one or more 171 actions pursuant to subsection (a) of this Code section shall by January 31 of the following 172 year provide a list of all such actions to the Consumer Protection Division of the 173 Department of Law, which shall provide a report annually no later than February 28 of 174 such year to the House Committee on Energy, Utilities, and Telecommunications and the 175 Senate Regulated Industries and Utilities Committee. (c) Prior to filing an action pursuant to subsection (a) of this Code section, a customer of 176 177 a public community water system shall make application to the governing authority of the 178 public community water system for an appeal of the customer's grievance or grievances 179 with the public community water system. Within 45 days of receipt of such an appeal, the 180 governing authority shall hold a public hearing to consider the appeal, at which hearing the 181 customer making the appeal shall have the right to present testimony and documentary evidence. After the occurrence of such hearing, or upon the failure of the governing 182 183 authority to timely conduct such hearing, the customer may file an action pursuant to 184 subsection (a) of this Code section."

185 SECTION 2.

All laws and parts of laws in conflict with this Act are repealed.